

FISCAL NOTE

Bill #: SB0441

Title: Allow school trustees to issue impact aid revenue bonds

Primary Sponsor: Ryan, D

Status: As Amended in Senate Committee

Sponsor signature	Date	Chuck Swysgood, Budget Director	Date
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Fiscal Summary

	FY 2004 Difference	FY 2005 Difference
Expenditures:	\$0	\$0
Revenue:	\$0	\$0
Net Impact on General Fund Balance:	\$0	\$0

<input checked="" type="checkbox"/> Significant Local Gov. Impact	<input checked="" type="checkbox"/> Technical Concerns
<input type="checkbox"/> Included in the Executive Budget	<input checked="" type="checkbox"/> Significant Long-Term Impacts
<input type="checkbox"/> Dedicated Revenue Form Attached	<input type="checkbox"/> Needs to be included in HB 2

Fiscal Analysis

ASSUMPTIONS:

No fiscal impact to the state.

EFFECT ON COUNTY OR OTHER LOCAL REVENUES OR EXPENDITURES:

Voters in school districts that receive impact aid may approve revenue bond issues funded with up to 35% of the impact aid basic support payment to the district.

LONG-RANGE IMPACTS:

Section 15, subsection 4, of SB 441 will prohibit the state from fully equalizing the impact aid basic support as long as there are revenue bonds outstanding.

Section 15 may impair the states ability to change the basic county tax for elementary and high school equalization and other shifts between state and local funding. Changes in the share that the state and local governments pay affects the amount of impact aid payment to districts.

TECHNICAL NOTES:

The definition in Section 3 of the bill contains incorrect U.S.C. references. It should read, "As used in this part, "federal impact aid basic support payment" means the annual impact aid revenue received by a district under 20 U.S.C. **7703(b)**, but excludes revenue received for impact aid special education under 20 U.S.C. **7703(d)** and impact aid construction under 20 U.S.C. **7707**.